



Fiscal Year 2012-13 Budget

Austin Resource Recovery

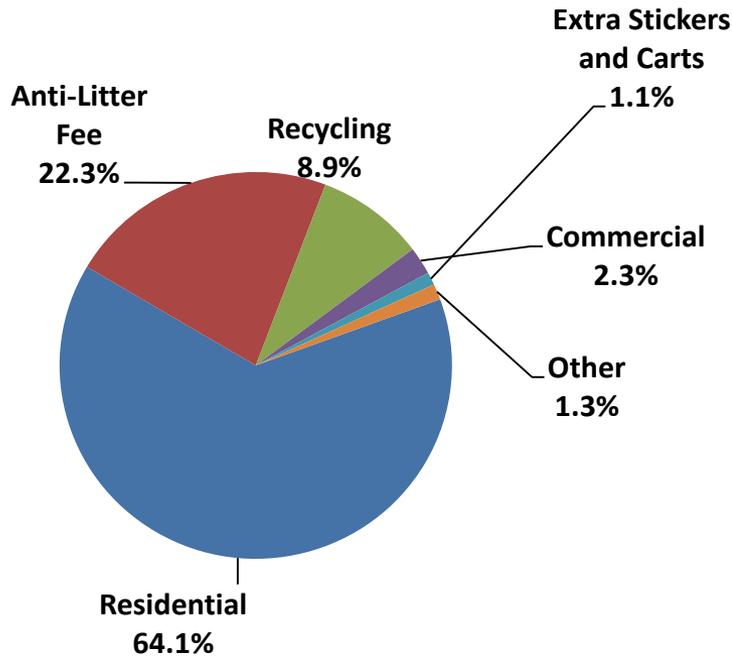


FY 2012-13 Budget Highlights

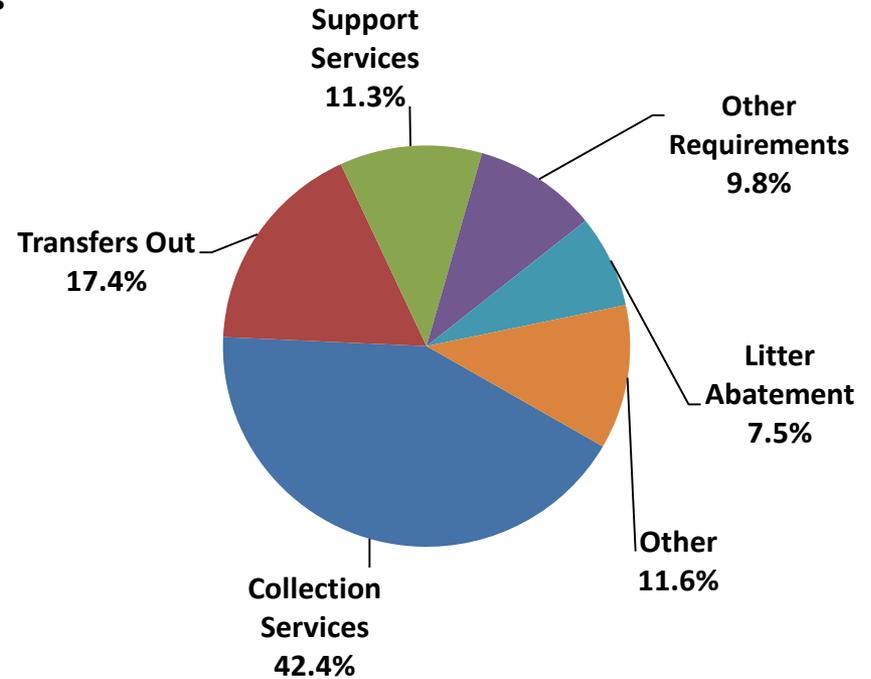
- Master Plan Items
 - Mattress Recycling Contract
 - Organics Composting Pilot
 - Marketing: Clean Austin, Reuse Center, and Single Use Bags
 - Austin Reuse Centers
 - Recycling Economic Development
- Solid Waste Data Management System
- Additional Personnel – 10 FTEs

FY 2012-13 Budget

Sources of Funds



Uses of Funds



Fund Summary

	2009-10 Actual	2010-11 Actual	2011-12 Amended*	2012-13 Proposed
Beginning Balance	\$9.6	\$20.5	\$19.4	\$19.6
Revenue	\$74.7	\$76.3	\$68.0	\$73.2
Expenses	\$63.9	\$72.6	\$74.6	\$82.2
Excess/Deficit	\$10.8	\$3.6	(\$6.6)	(\$9.0)
Ending Balance	\$20.5	\$24.3	\$12.8	\$10.6
FTEs	398	392	398	408

*Code Compliance Transfer Out and a portion of Anti-litter Revenue was removed from FY 2011-12 Amended for comparison purposes

Cost Drivers

<i>Category</i>	<i>FY 2011-12 Amended</i>	<i>FY 2012-13 Proposed</i>	<i>Estimated Change (in millions)</i>	<i>Activity</i>
Base Personnel	\$23.0	\$26.1	\$3.1	<ul style="list-style-type: none"> * Health Insurance * Civilian Wage Adjustments * Supplemental Pension Funding
Transfers / Other Requirements	\$22.1	\$22.4	\$0.3	<ul style="list-style-type: none"> * 3-1-1 System Support * Supplemental Retirement * Support Services * Communication & Technology * General Obligation Debt Service * CIP Carts Purchases
Other Operational (Costs)	\$29.5	\$33.7	\$4.2	<ul style="list-style-type: none"> * 5 New FTEs for Support Services (includes 2 for Quality Assurance) * 5 new FTEs to handle increased Cart Management, Quality Assurance, and Waste Diversion workload * Fleet Fuel & Maintenance * Plastic Bag, Zero Waste Education Campaigns, and Master Plan Initiatives * Single Stream Processing and Living Wage Cost Increases
Total	\$74.6	\$82.2	\$7.6	
FTEs	398	408	10	

*Code Compliance Transfer out was removed from FY 2011- 12 Amended for comparison purposes

FY 2012-13 Rates

\$4.75 Recycling cart + \$4.75 Organics collection
and 16 cents/gal Trash cart

<i>Trash Cart Size</i>	Fixed Cents/Gal Trash Cart Rate		Recycling Cart	Organics Collection	FY 2012-13 Proposed Rate	FY 2011-12 Approved Rates	Change from FY 2011-12 Approved to FY 2012-13 Proposed
21 gallon	21 x 0.16 =	\$3.35	\$4.75	\$4.75	n/a	\$12.75	n/a
24 gallon	24 x 0.16 =	\$3.85	\$4.75	\$4.75	\$13.35	n/a	n/a
32 gallon	32 x 0.16 =	\$5.10	\$4.75	\$4.75	\$14.60	\$13.50	\$1.10
64 gallon	64 x 0.16 =	\$10.25	\$4.75	\$4.75	\$19.75	\$18.75	\$1.00
96 gallon	96 x 0.25 =	\$24.00	\$4.75	\$4.75	\$33.50	\$30.95	\$2.55

Capital Improvements Program

Fiscal Year	Capital Equipment	Closed Landfill Capital Requirements	Austin Resource Recovery Facilities
2012-13	\$15.5m	\$3.0m	\$5.0m

- Fiscal Year 2012-13
 - Equipment Purchases
 - Replacement & New Vehicles
 - New Cart Purchases
 - Eco Industrial Park Development
 - North Service Center Planning
 - Master Plan Program Implementation

Cost Efficiencies FY 2012-13

Expense Reductions

- Restructure of North/South Recycling Routes
(estimated annual route savings \$1,200,000)
- Expanded CNG Fuel Conversions
(estimated annual fuel savings \$75,000)

Additional Revenues

- Net Residential Single Stream Revenues
($\$6,570,000 - \$5,295,000 = \$1,275,000$ net income)
- Sell Unused Recycling MRF Equipment
(estimated revenue \$200,000)

Future Cost Efficiencies

- FM812 Landfill Potential Revenues
 - Enhanced Gas Capture System
(estimated revenues \$126,000 per year)
 - FM812 Landfill 15 MW Solar Field
(estimated revenues \$2,000,000 per year)
- Establishment of Second Service Center
(estimated annual route savings \$1,100,000 and Rutherford rent payment savings \$300,000 annually)
- Disposal Alternatives & Emerging Technologies
(estimated route savings \$1,200,000)

Questions



**Austin Resource Recovery Department
Bob Gedert, Director**